COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHAS	SED GAS)	
ADJUSTMENT FILING OF	MT. OLIVET) CASE	NO. 9918-
NATURAL GAS COMPANY,	INC.)	

ORDER

On August 10, 1987, the Commission issued its Order in Case No. 9918 approving certain adjustments in rates and providing under certain conditions for the further adjustment of such rates when the wholesale cost of gas is increased or decreased or a refund is received.

On January 18, 1989, Mt. Olivet Natural Gas Company, Inc. ("Mt. Olivet") notified the Commission that it will receive a decrease in rates from its supplier, Columbia Gas Transmission Corporation ("Transmission"), effective February 1, 1989, and submitted with its notice certain information in compliance with its purchased gas adjustment clause on file with this Commission.

After reviewing the record in this case and being advised, the Commission is of the opinion and finds that:

(1) Mt. Olivet's notice of January 18, 1989 set out certain revisions in rates which Mt. Olivet proposed to place into effect, said rates being designed to pass on the wholesale decrease in gas cost from its supplier in the amount of \$619 or 1.58 cents per Mcf.

- (2) Transmission filed revised rates with the FERC to be effective February 1, 1989.
- (3) Mt. Olivet's adjustments in rates under the purchased gas adjustment provisions approved by the Commission in its Order in Case No. 9918 dated August 10, 1987 are fair, just, and reasonable and in the public interest and should be effective with gas supplied on and after February 1, 1989.

IT IS THEREFORE ORDERED that:

- (1) The rates in the Appendix to this Order, attached and incorporated hereto, are fair, just, and reasonable and are approved effective with gas supplied on and after February 1, 1989.
- (2) Within 30 days of the date of this Order, Mt. Olivet shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 25th day of January, 1989.

PUBLIC SERVICE COMMISSION

Chairman

/. I A

Towns III

CONTRACTOR

ATTEST:

APPENDIX

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE COMMISSION IN CASE NO. 9918-X DATED 1/25/89

The following rates are prescribed for the customers served by Mt. Olivet Natural Gas Company, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Rates:	Monthly				
First	1,000 cu. ft. or less		\$6.65	(Minimum	Bill)
Next	4,000 cu. ft. per 1,000 cu.	ft.	4.9137		
Next	5,000 cu. ft. per 1,000 cu.	ft.	4.7137		
Next	10,000 cu. ft. per 1,000 cu.	ft.	4.5637		
Over	20,000 cu. ft. per 1,000 cu.	ft.	4.3637		

The base rate for the future application of the purchased gas adjustment clause of Mt. Olivet Natural Gas Company, Inc. shall be:

Demand Commodity

Columbia Gas Transmission Corporation - \$3.4688 per Dth